

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE NOTICE OF PURCHASED)	
GAS ADJUSTMENT FILING OF)	CASE NO. 9375-B
ELAM UTILITY COMPANY)	

O R D E R

On January 13, 1986, the Commission issued its Order in Case No. 9375 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On March 14, 1986, Elam Utility Company ("Elam") notified the Commission that its wholesale cost of gas had been decreased by its supplier, Capitol Oil and Gas Company ("Capitol") and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Elam's notice of March 14, 1986, set out certain revisions which Elam proposed to place into effect, said rates being designed to pass on the wholesale decrease in price from its supplier in the amount of \$2,415 or 5.84 cents per Mcf.

(2) Elam included in its application bills from Capitol showing that decreased rates were charged beginning on September 10, 1985. Elam did not request an effective date for its decrease in rates. The effective date should be September 10, 1985.

(3) Elam's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 9375 dated January 13, 1986, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after September 10, 1985.

(4) Elam should report to this Commission the amount of excess revenues collected from September 10, 1985, to the date the proposed rates are implemented, along with a plan to refund the over-collections to its customers.

IT IS THEREFORE ORDERED that:

(1) The rates in Appendix A to this Order be and they hereby are authorized effective with gas supplied on and after September 10, 1985.

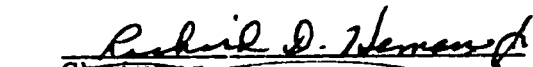
(2) The rates in Appendix B to this Order be and they hereby are authorized effective with gas supplied on and after April 1, 1986. This Appendix contains effective decreases from both Capitol and Columbia Gas Transmission Corporation.

(3) Within 30 days of the date of this Order Elam shall file with this Commission its revised tariffs setting out the rates authorized herein.

(4) Within 30 days of the date of this Order Elam shall file with this Commission excess revenues collected from its customers, along with a refund plan.

Done at Frankfort, Kentucky, this 3rd day of April, 1986.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 9375-B DATED 4/3/86

The following rates and charges are prescribed for the customers served by Elam Utility Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the date of this Order.

RATES: Monthly

RESIDENTIAL & COMMERCIAL

Customer Charge	\$ 4.00
First 11 Mcf	7.69 per Mcf
Over 11 Mcf	8.69 per Mcf

INDUSTRIAL

Customer Charge	\$ 5.00
All Mcf	7.69 per Mcf

The base rates for the future application of the purchased gas adjustment clause of Elam Utility Company shall be:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$4.0368 per Dth
Capitol Oil and Gas	-	3.9090 per Mcf

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 9375-B DATED 4/3/86

The following rates and charges are prescribed for the customers served by Elam Utility Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the date of this Order.

RATES: Monthly

RESIDENTIAL & COMMERCIAL

Customer Charge	\$ 4.00
First 11 Mcf	7.66 per Mcf
Over 11 Mcf	8.66 per Mcf

INDUSTRIAL

Customer Charge	\$ 5.00
All Mcf	7.66 per Mcf

The base rates for the future application of the purchased gas adjustment clause of Elam Utility Company shall be:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$4.0010 per Dth
Capitol Oil and Gas	-	3.9090 per Mcf